

MICHIGAN HOUSE OF REPRESENTATIVES

P.O. Box 30014 Lansing, Michigan 48909-7514

MINUTES OF THE COMMITTEE ON TAX POLICY

Wednesday, April 19, 2017 10:30 a.m. Room 521, House Office Building

The House Committee on Tax Policy was called to order by the Chairman, Representative Jim Tedder.

Members present: Representatives Tedder, Maturen, Howrylak, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Neely and Hammoud.

Members absent/excused: Representative Ellison.

Representative Lower moved to excuse the absent member.

There being no objection, the motion prevailed by unanimous consent.

Representative Kesto moved to adopt the minutes from the Wednesday, March 29, 2017 meeting.

There being no objection, the motion prevailed by unanimous consent.

The Chair laid before the committee SB 111- SB 115:

SB 111	(Horn)	Economic development; brownfield redevelopment authority; transformational brownfield plans; provide for.
SB 112	(Brandenburg)	Individual income tax; collections; certain revenues attributable to transformational brownfield plans; capture and earmark.
SB 113	(Casperson)	Sales tax; collections; certain revenue attributable to transformational brownfield plans; capture and earmark.
SB 114	(MacGregor)	Use tax; collections; certain revenue attributable to transformational brownfield plans; capture and earmark.
SB 115	(Bieda)	Economic development; renaissance zones; exemption of certain taxes; modify.

Representative Kahle moved to adopt the following amendment to SB 111:

1. Amend page 52, line 6, after "PLAN." By inserting "THE COST OF THE

INDEPENDENT, THIRD-PARTY FISCAL AND ECONOMIC IMPACT ANALYSIS SHALL BE PAID BY THE OWNER OR DEVELOPER OF THE ELIGIBLE PROPERTY.".

The motion prevailed by a vote of 11-0-1.

FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Neely and Hammoud.

NAYS: None.

PASS: Representative Howrylak.

Chairman Tedder offered the following amendment to SB 111:

1. Amend page 58, line 10, after "**EACH**" by inserting "**TAX**".

Representative Lower moved to adopt the following amendment to SB 111.

The motion prevailed by a vote of 11-1-0.

FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Neely and Hammoud.

NAYS: Representative Howrylak.

PASS: None.

Chairman Tedder offered the following amendment to SB 111:

1. Amend page 20, line 23, after "**DEVELOPMENT**" by striking out "**AND**" inserting "**OR**".

Representative Lower moved to adopt the following amendment to SB 111.

The motion prevailed by a vote of 12-0-0.

FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Howrylak, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Neely and Hammoud.

NAYS: None.

PASS: None.

Representative Johnson moved to adopt the following amendment to SB 111:

1. Amend page 75, following line 22, by inserting:

"Enacting section 1. This amendatory act does not take effect unless House Bill No. 4001 of the 99th Legislature is enacted into law.".

The motion failed by a vote of 2-10-0.

UNFAVORABLE ROLL CALL:

YEAS: Representatives Howrylak and Johnson.

NAYS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Kahle, Lower, Byrd, Neely and Hammoud.

PASS: None.

Representative Johnson moved to adopt the following amendment to SB 112:

1. Amend page 2, following line 5, by inserting:

"Enacting section 1. This amendatory act does not take effect unless House Bill No. 4001 of the 99th Legislature is enacted into law.".

The motion failed by a vote of 2-10-0.

UNFAVORABLE ROLL CALL:

YEAS: Representatives Howrylak and Johnson.

NAYS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Kahle, Lower, Byrd, Neely and Hammoud.

PASS: None.

Representative Johnson moved to adopt the following amendment to SB 113:

1. Amend page 4, following line 5, by inserting:

"Enacting section 1. This amendatory act does not take effect unless House Bill No. 4001 of the 99th Legislature is enacted into law.".

The motion failed by a vote of 2-10-0.

UNFAVORABLE ROLL CALL:

YEAS: Representatives Howrylak and Johnson.

NAYS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Kahle, Lower, Byrd, Neely and Hammoud.

PASS: None.

Representative Johnson moved to adopt the following amendment to SB 114:

1. Amend page 2, following line 4, by inserting:

"Enacting section 1. This amendatory act does not take effect unless House Bill No. 4001 of the 99th Legislature is enacted into law.".

The motion failed by a vote of 2-10-0.

UNFAVORABLE ROLL CALL:

YEAS: Representatives Howrylak and Johnson.

NAYS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Kahle, Lower, Byrd, Neely and Hammoud.

PASS: None.

Representative Johnson moved to adopt the following amendment to SB 115:

1. Amend page 3, following line 16, by inserting:

"Enacting section 1. This amendatory act does not take effect unless House Bill No. 4001 of the 99th Legislature is enacted into law.".

The motion failed by a vote of 2-10-0.

UNFAVORABLE ROLL CALL:

YEAS: Representatives Howrylak and Johnson.

NAYS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Kahle, Lower, Byrd, Neely and Hammoud.

PASS: None.

The following people submitted a testimony card in support of SB 111 - SB 115, but did not wish to speak:

Mayor Stephen Gawron and Mickey Knight, representing the City of Muskegon.

Supervisor Gary Wall, representing Waterford Township.

Supervisor Chris Barnett, representing Orion Township.

James R. Ryan, representing the International Council of Shopping Centers.

Chris Iannuzzi, representing Consumers Energy.

Tim Sowton, representing the Business Leaders for Michigan.

Scott Stevenson, representing the Telecommunications Association of Michigan.

John Avery, representing the Michigan Economic Developers Association.

Mark Vanderpool, representing Sterling Heights.

Luke Bonner, representing Sterling Heights.

Jeff Wiggins, representing ABC of Michigan.

Shannon Morgan, representing HRS Communities.

Jennifer Owens, representing Lakeshore Advantage.

Jane Clark, representing the Michigan West Coast Chamber.

Rusty Merchant, representing the Right Place.

David Worthams, representing the Michigan Bankers Association.

Matt Felan, representing the Great Lakes Bay Regional Alliance.

Steve Japinga, representing the Lansing Regional Chamber.

Janet Langlois, representing the Building Owners and Managers of Metro Detroit.

Brad Williams, representing the Detroit Regional Chamber.

Doug Luciani, representing Traverse Connect.

Carlin Smith, representing the Petoskey Regional Chamber of Commerce.

Bob DeVries, representing the City of Grand Rapids.

Bob VanDevener, representing the Saginaw County Chamber of Commerce.

Dave Blaszkiewicz, representing Invest Detroit.

Barry Polzin, representing the Landing Development Group.

Mayor Daniel Damman, representing the City of Marysville.

Tim Lake, representing the Monroe County Business Development Corporation.

Orrin E. Bailey, representing the UP Collaborative Development Council.

Linda K. Hoath, representing the Sault Area Convention and Visitors Bureau.

Joel Schultz, representing the UP Economic Development Alliance.

Jim Wagner, representing the City of Trenton.

Justin Knepper, representing the Sault Ste. Marie DDA.

Sam Shaheen, representing Shaheen Development.

Amy Clickner, representing the Lake Superior Community Partnership.

Phil Hagerman, representing Skypoint Ventures.

Rob Cleveland, representing the Cornerstone Alliance.

Mayor Bryan Barnett, representing Rochester Hills.

Supervisor Kurt Heise, representing Plymouth Township.

Kyle McCree, representing the Flint and Genesee County Chamber of Commerce.

Scott Fleming, representing the Marshall Area Economic Development Alliance.

Don Schurr, representing Greater Gratiot Development.

Fred Zorn, representing the City of Southfield.

Eric Larson, representing the Downtown Detroit Partnership.

Mindy Bradish-Orta, representing the Jackson County Chamber of Commerce.

Mayor Patrick Burtch, representing the City of Jackson.

Jacob Hurt, representing the Jackson Anchor Initiative.

James McBryde, representing the Middle Michigan Development Corporation.

Dr. Deidre Waterman, Mayor of Pontiac.

Peter Cummings, representing The Platform.

Sam Cummings, representing CWD Real Estate.

Grace Shore, representing the Macomb County Chamber of Commerce.

Dan Swallon, representing the City of Tecumseh.

James Van Doren, representing Lenawee Now.

Jake Eckholm, representing Muskegon Heights.

Matt Flean, representing the Great Lakes Bay Regional Alliance.

Mark Stadt, representing DTE Energy.

Lisa Canada, representing the Michigan Regional Council of Carpenters.

Jeannetta Bradshaw, representing the IBEW Michigan State Conference.

Jim Miller, representing Ottawa County and the City of Grand Rapids, as introduced.

The following people testified in support of SB 111 – SB 115:

Paula Holtz, representing the City of Tecumseh.

Kent Wood, representing the Northern Michigan Chamber Alliance.

Mayor Stephen Gawron, representing Muskegon.

Robert Trezise, representing LEAP.

Jennifer Ritgerink, representing the Michigan Municipal League.

Collin McDonugh, representing the Michigan Realtors.

Andy Johnston, representing the Grand Rapids Chamber of Commerce.

Derek Nofz, Director of Southwest Michigan First.

Jared Fleisher, representing Quicken Loans.

The following people testified in opposition to SB 111 - SB 115:

James Hohman, representing the Mackinac Center.

Annie Patnaude, representing the Americans for Prosperity.

There being no further business before the committee and seeing no objection, the Chair adjourned the meeting, the time being 11:55 a.m.

Representative Jim Tedder, Chair	Kevin Gawronski
	Committee Clerk April 19, 2017 1 hour 25 minutes
Date Approved and Signed	Thou 25 minutes